

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 174343
ORIGIN L-03

INFO OCT-01 NEA-10 ISO-00 EB-08 COME-00 SCS-03 SCA-01
/026 R

DRAFTED BY L/EP:DALY:ER
APPROVED BY L:PRTRIMBLE
-----082418 261743Z /50
R 261459Z JUL 77
FM SECSTATE WASHDC
TO AMEMBASSY ABU DHABI

LIMITED OFFICIAL USE STATE 174343

E.O. 11652: N/A

TAGS: EFIN, BA

SUBJECT: RTV BAHRAIN

1. DEPARTMENT IS INVESTIGATING CLAIM OF ARTHUR LIPPER CORPORATION THAT IT IS OWED 400,000 DOLLARS IN CONNECTION WITH BANKRUPTCY OF RTV BAHRAIN AND SUBSEQUENT SALE TO GOVERNMENT OF BAHRAIN. IN 1972 LIPPER GUARANTEED A LOAN PAYABLE TO INTERNATIONAL MANAGEMENT SERVICES, INC. OF NEW YORK TO BE CHanneLED TO RTV BAHRAIN THROUGH ASSOCIATED BUSINESS CONSULTANTS, LTD. OF BEIRUT LOAN AGREEMENT PROVIDED THAT 80 OF RTV BAHRAIN STOCK WAS TO BE DEPOSITED AS SECURITY, BUT THIS WAS APPARENTLY NEVER ACCOMPLISHED. IN 1974 NATIONAL BANK OF BAHRAIN INSTITUTED BANKRUPTCY PROCEEDINGS, FORCING LIQUIDATION OF RTV BAHRAIN. LIPPER, WHO HAD LOST 400,000 DOLLARS DUE TO 1975 LOAN DEFAULT, RECEIVED NOTHING IN LIQUIDATION PROCEEDINGS.

2. GOB APPOINTED LIQUIDATOR, DEREK F. FLETCHER, OF WHINNEY MURRAY AND COMPANY, IS NOW STATIONED IN DUBAI (TELEPHONE
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 174343

DUBAI 24201). DEPARTMENT WOULD APPRECIATE YOUR CONTACTING HIM TO OBTAIN INFORMATION CONCERNING THE FOLLOWING MATTERS:

A) WHAT DISBURSEMENTS WERE IN FACT MADE IN THE COURSE OF LIQUIDATION TO ABC AND/OR IMS? WERE SUCH PAYMENTS IN ACCORDANCE WITH 2/10/75 AGREEMENT BETWEEN ABC AND

GOVERNMENT OF BAHRAIN? THIS AGREEMENT HAD PROMISED FOR

DISTRIBUTION AMONG SHAREHOLDERS BD 377, 442, LESS CERTAIN
ENUMERATED EXPENDITURES. IF THERE WERE DISCREPANCIES
BETWEEN AGREEMENT AND ACTUAL PAYMENTS, WHAT FACTORS
JUSTIFIED THEM?

B) WAS LIPPER AFFORDED AN OPPORTUNITY TO PARTICIPATE
IN LIQUIDATION PROCEEDINGS? FLETCHER PREVIOUSLY INDICATED
TO AMEMBASSY MANAMA THAT LIPPER HAD DONE NOTHING TO
ESTABLISH ITS CLAIM, BUT WE KNOW THAT LIPPER AND HIS
ATTORNEYS COMMUNICATED WITH FLETCHER EARLY IN 1975. WHAT
WAS BASIS OF FLETCHER'S RECOMMENDATION THAT LIPPER BE
DROPPED FROM LIST OF RTV BAHRAIN CLAIMANTS? WHAT OTHER
CREDITORS, IF ANY, WERE NOT PAID?

C) DEPARTMENT WOULD APPRECIATE ANY OTHER COMMENTS OF
FLETCHER ON LIPPER'S DEALINGS IN BAHRAIN.

3. AS BACKGROUND INFORMATION, TELEGRAMS BETWEEN DEPART-
MENT AND AMEMBASSY MANAMA AND AGREEMENT BETWEEN ABC AND
GOB BEING POUCHED TO YOU. VANCE

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 STATE 174343
ORIGIN NEA-04

INFO OCT-01 ISO-00 /005 R

66011

DRAFTED BY:NEA:ARP:JWTWINAM

APPROVED BY:NEA:ARP:JWTWINAM

-----091695 270646Z /17

R 270501Z JUL 77

FM SECSTATE WASHDC

TO AMEMBASSY MANAMA

LIMITED OFFICIAL USE STATE 174343

FOLLOWING TELEGRAM FROM SECSTATE WASHDC DATED JUL Y16, 1977
SENT ABU DHABI IS REPEATED TO YOU: QUOTE

LIMITED OFFICIAL USE STATE 174343

E.O. 11652: N/A

TAGS: EFIN, BA

SUBJECT: RTV BAHRAIN

1. DEPARTMENT IS INVESTIGATING CLAIM OF ARTHUR LIPPER CORPORATION THAT IT IS OWED 400,000 DOLLARS IN CONNECTION WITH BANKRUPTCY OF RTV BAHRAIN AND SUBSEQUENT SALE TO GOVERNMENT OF BAHRAIN. IN 1972 LIPPER GUARANTEED A LOAN PAYABLE TO INTERNATIONAL MANAGEMENT SERVICES, INC. OF NEW YORK TO BE CHanneLED TO RTV BAHRAIN THROUGH ASSOCIATED BUSINESS CONSULTANTS, LTD. OF BEIRUT LOAN AGREEMENT PROVIDED THAT 80 OF RTV BAHRAIN STOCK WAS TO BE DEPOSITED AS SECURITY, BUT THIS WAS APPARENTLY NEVER ACCOMPLISHED. IN 1974 NATIONAL BANK OF BAHRAIN INSTITUTED BANKRUPTCY LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 174343

PROCEEDINGS, FORCING LIQUIDATION OF RTV BAHRAIN. LIPPER, WHO HAD LOST 400,000 DOLLARS DUE TO 1975 LOAN DEFAULT, RECEIVED NOTHING IN LIQUIDATION PROCEEDINGS.

2. GOB APPOINTED LIQUIDATOR, DEREK F. FLETCHER, OF WHINNEY MURRAY AND COMPANY, IS NOW STATIONED IN DUBAI (TELEPHONE DUBAI 24201). DEPARTMENT WOULD APPRECIATE YOUR CONTACTING HIM TO OBTAIN INFORMATION CONCERNING THE FOLLOWING MATTERS:

A) WHAT DISBURSEMENTS WERE IN FACT MADE IN THE COURSE OF LIQUIDATION TO ABC AND/OR IMS? WERE SUCH PAYMENTS IN ACCORDANCE WITH 2/10/75 AGREEMENT BETWEEN ABC AND

GOVERNMENT OF BAHRAIN? THIS AGREEMENT HAD PROMISED FOR DISTRIBUTION AMONG SHAREHOLDERS BD 377, 442, LESS CERTAIN ENUMERATED EXPENDITURES. IF THERE WERE DISCREPANCIES BETWEEN AGREEMENT AND ACTUAL PAYMENTS, WHAT FACTORS JUSTIFIED THEM?

B) WAS LIPPER AFFORDED AN OPPORTUNITY TO PARTICIPATE IN LIQUIDATION PROCEEDINGS? FLETCHER PREVIOUSLY INDICATED TO AMEMBASSY MANAMA THAT LIPPER HAD DONE NOTHING TO ESTABLISH ITS CLAIM, BUT WE KNOW THAT LIPPER AND HIS ATTORNEYS COMMUNICATED WITH FLETCHER EARLY IN 1975. WHAT WAS BASIS OF FLETCHER'S RECOMMENDATION THAT LIPPER BE DROPPED FROM LIST OF RTV BAHRAIN CLAIMANTS? WHAT OTHER CREDITORS, IF ANY, WERE NOT PAID?

C) DEPARTMENT WOULD APPRECIATE ANY OTHER COMMENTS OF FLETCHER ON LIPPER'S DEALINGS IN BAHRAIN.

3. AS BACKGROUND INFORMATION, TELEGRAMS BETWEEN DEPARTMENT AND AMEMBASSY MANAMA AND AGREEMENT BETWEEN ABC AND GOB BEING POUCHED TO YOU. VANCE UNQUOTE VANCE

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 174343

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CLAIMS, LITIGATION, BANKRUPTCIES
Control Number: n/a
Copy: SINGLE
Sent Date: 26-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE174343
Document Source: CORE
Document Unique ID: 00
Drafter: DALY:ER
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770266-0709
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770717/aaaaaovz.tel
Line Count: 176
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 1f1f8663-c288-dd11-92da-001cc4696bcc
Office: ORIGIN L
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags: ANOMALY
Review Date: 02-Dec-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1744753
Secure: OPEN
Status: NATIVE
Subject: RTV BAHRAIN
TAGS: EFIN, CPRS, BA, US, ARTHUR LIPPER CORPORAION, RTV BAHRAIN
To: ABU DHABI
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/1f1f8663-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009